

LIAISON MEMORANDUM NUMBER 09-04

To: Agency Liaison Officers

From: Cindy Rougeou
Executive Director

RE: DROP Interest Rate

Date: February 16, 2009

DROP Interest Rate

The rate of interest to be paid on eligible (non-Self Directed Plan) DROP accounts for the fiscal year that ended June 30, 2008, is 7.99 percent.

The Public Retirement Systems' Actuarial Committee (PRSAC) approved the interest rate at its February 5, 2009 meeting.

To be eligible for interest, a DROP participant must have completed their accumulation period (usually 36 months after starting DROP) sometime during 2007-2008 fiscal year.

Participants in the Self Directed DROP plan do not receive this interest, but participate in earnings or losses based upon the choices they have made in their investment allocations through Great West.

Eligible LASERS members will receive statements reflecting their DROP interest earnings by the end of February 2009.

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